

District I  
1625 N French Dr , Hobbs, NM 88240  
District II  
1301 W Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd , Aztec, NM 87410  
District IV  
1220 S St Francis Dr , Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources

Form C-104  
Revised Feb. 26, 2007

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit to Appropriate District Office  
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|                                                                                                     |                                                          |                                                                                         |
|-----------------------------------------------------------------------------------------------------|----------------------------------------------------------|-----------------------------------------------------------------------------------------|
| <sup>1</sup> Operator name and Address<br>Mewbourne Oil Company<br>PO Box 5270<br>Hobbs, NM 88240 ✓ |                                                          | <sup>2</sup> OGRID Number<br>14744 ✓                                                    |
|                                                                                                     |                                                          | <sup>3</sup> Reason for Filing Code/ Effective Date<br>10,000 Test Allowable / 06/03/11 |
| <sup>4</sup> API Number<br>30 - 015 - 38422 ✓                                                       | <sup>5</sup> Pool Name<br>Parkway Bone Spring            | <sup>6</sup> Pool Code<br>49622 ✓                                                       |
| <sup>7</sup> Property Code<br>38179 ✓                                                               | <sup>8</sup> Property Name<br>Three Palms 36 State Com ✓ | <sup>9</sup> Well Number<br>2H ✓                                                        |

II. <sup>10</sup> Surface Location

|                    |               |                 |              |         |                        |                           |                       |                        |                  |
|--------------------|---------------|-----------------|--------------|---------|------------------------|---------------------------|-----------------------|------------------------|------------------|
| Ul or lot no.<br>H | Section<br>36 | Township<br>19S | Range<br>29E | Lot.Idn | Feet from the<br>1980' | North/South Line<br>North | Feet from the<br>330' | East/West line<br>East | County<br>Eddy ✓ |
|--------------------|---------------|-----------------|--------------|---------|------------------------|---------------------------|-----------------------|------------------------|------------------|

<sup>11</sup> Bottom Hole Location

|                               |                                                    |                                      |                                   |                                    |                                     |                           |                       |                        |                |
|-------------------------------|----------------------------------------------------|--------------------------------------|-----------------------------------|------------------------------------|-------------------------------------|---------------------------|-----------------------|------------------------|----------------|
| Ul or lot no.<br>E            | Section<br>36                                      | Township<br>19S                      | Range<br>29E                      | Lot.Idn                            | Feet from the<br>2253'              | North/South Line<br>North | Feet from the<br>404' | East/West line<br>West | County<br>Eddy |
| <sup>12</sup> Lse Code<br>S ✓ | <sup>13</sup> Producing Method<br>Code<br>Gas Lift | <sup>14</sup> Gas Connection<br>Date | <sup>15</sup> C-129 Permit Number | <sup>16</sup> C-129 Effective Date | <sup>17</sup> C-129 Expiration Date |                           |                       |                        |                |

III. Oil and Gas Transporters

|                                    |                                                                                    |                     |
|------------------------------------|------------------------------------------------------------------------------------|---------------------|
| <sup>18</sup> Transporter<br>OGRID | <sup>19</sup> Transporter Name<br>and Address                                      | <sup>20</sup> O/G/W |
| 239284                             | Occidental Energy Trans, LLC<br>5 Greenway Plaza<br>Suite 110<br>Houston, TX 77046 | O ✓                 |
| 36785                              | DCP Midstream<br>PO Box 50020<br>Midland, TX 79710                                 | G ✓                 |
|                                    |                                                                                    |                     |
|                                    |                                                                                    |                     |
|                                    |                                                                                    |                     |
|                                    |                                                                                    |                     |

RECEIVED  
JUN 06 2011  
NMOCD ARTESIA

IV. Well Completion Data

|                                       |                                      |                                                       |                                                  |                                                                          |                       |
|---------------------------------------|--------------------------------------|-------------------------------------------------------|--------------------------------------------------|--------------------------------------------------------------------------|-----------------------|
| <sup>21</sup> Spud Date<br>03/29/11 ✓ | <sup>22</sup> Ready Date<br>06/03/11 | <sup>23</sup> TD<br>12710' (MD)<br>8280' (TVD)        | <sup>24</sup> PBTD<br>12650' (MD)<br>8280' (TVD) | <sup>25</sup> Perforations<br>8793' - 12650' (MD)<br>8384' - 8281' (TVD) | <sup>26</sup> DHC, MC |
| <sup>27</sup> Hole Size               | <sup>28</sup> Casing & Tubing Size   | <sup>29</sup> Depth Set                               | <sup>30</sup> Sacks Cement                       |                                                                          |                       |
| 26"                                   | 20"                                  | 208'                                                  | 855                                              |                                                                          |                       |
| 17 ½"                                 | 13 ¾"                                | 1474'                                                 | 1050                                             |                                                                          |                       |
| 12 ¼"                                 | 9 ¾"                                 | 3540'                                                 | 1430                                             |                                                                          |                       |
| 8 ¾"                                  | 7"                                   | 8727' (MD) - 8380' (TVD)                              | 1200                                             |                                                                          |                       |
| 6 ⅞"                                  | 4 ½" Liner                           | 8468' (MD) - 12650' (MD)<br>8334' (TVD) - 8281' (TVD) | NA                                               |                                                                          |                       |
|                                       | 2 ⅞"                                 | 7919' (MD) 7909' (TVD)                                |                                                  |                                                                          |                       |

V. Well Test Data

|                            |                                 |                         |                                 |                             |                                        |
|----------------------------|---------------------------------|-------------------------|---------------------------------|-----------------------------|----------------------------------------|
| <sup>31</sup> Date New Oil | <sup>32</sup> Gas Delivery Date | <sup>33</sup> Test Date | <sup>34</sup> Test Length<br>24 | <sup>35</sup> Tbg. Pressure | <sup>36</sup> Csg. Pressure            |
| <sup>37</sup> Choke Size   | <sup>38</sup> Oil               | <sup>39</sup> Water     | <sup>40</sup> Gas               |                             | <sup>41</sup> Test Method<br>Producing |

<sup>42</sup> I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.  
Signature: Jackie Lathan  
Printed name: Jackie Lathan  
Title: Hobbs Regulatory  
E-mail Address: jlathan@mewbourne.com  
Date: 06/03/11

OIL CONSERVATION DIVISION  
Approved by: [Signature]  
Title: Dir. H. Spewer  
Approval Date: June 17, 2011  
TEST ALLOWABLE EXPIRES  
JULY 17, 2011

Phone:  
575-393-5905

Operator: Newbourne

Well Name: Three Palms 36 State Com #2H

OGRID: 14744

API: 30-0 15-38422 Lease Type F(S)P

Date C104 rec'd 06/06/2011 C-104 filed for N RT X PB RE DHC Other  
Date of file review 06/17/2011

Inactive Well List 5 out of 581  
Additional Bonding: 0

APD Approval Date 01/19/2011

Pit Permit Approval 01/21/2011 Permit # 211118 Pit Closure:      /      /     

Spud notice ✓ 03/29/2011

Casing:

|              |             |                              |
|--------------|-------------|------------------------------|
| Surface      | <u>    </u> | amended required <u>    </u> |
| Intermediate | <u>    </u> | amended required <u>    </u> |
| Production   | <u>    </u> | amended required <u>    </u> |

pk ✓ pool  
49622

TD Reached:      /      /     

Rig Released: 05/10/2011

Deviation Survey:      @      TD @     

Standard or Directional Survey      /      /      MD      TVD     

"As Drilled" or Amended C-102

BHL: UL E S 36 T 195 R 29E Footages 2253 0 FNL/FSL 404 0 FWL/FEL

Completion Sundry:      /      /     

Completion Report:      /      /     

Logs     

COMPLIANCE: NSL      NSP       
DHC      ART     

OTHER REQUIREMENTS:       
      
    

Inactive Well List      //       
Additional Bonding     

Date to RD for approval 06/17/11

Reviewed by: NS

DENIED      /      /